

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2004

	July-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Month Policy	Net ROR	FYTD Net	FY04 Net	Ended 6/30/2004 Net	Ended 6/30/2004 Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
Los Angeles Capital	38,635	1.5%	1.5%	-5.03%	-5.03%	N/A	N/A	N/A
Total Structured Growth	38,635	1.5%	1.5%	-5.03%	-5.03%	17.58%	-6.28%	-7.85%
<i>Russell 1000 Growth</i>				-5.65%	-5.65%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>								
LSV	40,674	1.5%	1.5%	-1.21%	-1.21%	30.56%	9.33%	8.36%
<i>Russell 1000 Value</i>				-1.41%	-1.41%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>								
LA Capital	81,496	3.1%	3.0%	-3.56%	-3.56%	N/A	N/A	N/A
<i>Russell 1000</i>				-3.51%	-3.51%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>								
Westridge	79,509	3.0%	3.0%	-3.30%	-3.30%	N/A	N/A	N/A
<i>S&P 500</i>				-3.31%	-3.31%	N/A	N/A	N/A
<i>Index</i>								
State Street	23,939			-3.32%	-3.32%	19.01%	-0.75%	-2.28%
Total Index	23,939	0.9%	1.0%	-3.32%	-3.32%	19.01%	-0.75%	-2.28%
<i>S&P 500</i>				-3.31%	-3.31%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	264,253	9.9%	10.0%	-3.33%	-3.33%	21.46%	0.15%	-1.39%
<i>S&P 500</i>				-3.31%	-3.31%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	128,789	4.8%	5.0%	-7.28%	-7.28%	32.99%	5.51%	N/A
<i>Russell 2000 + 200bp</i>				-6.57%	-6.57%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	128,789	4.8%	5.0%	-7.28%	-7.28%	32.99%	5.54%	7.29%
<i>Russell 2000</i>				-6.73%	-6.73%	33.36%	6.24%	6.63%
CONVERTIBLES								
TCW	261,435	9.8%	10.0%	-5.05%	-5.05%	17.50%	1.03%	3.90%
<i>First Boston Convertible Index</i>				-2.18%	-2.18%	14.16%	4.89%	5.75%
INTERNATIONAL EQUITY								
<i>Large Cap - Active</i>								
Capital Guardian	203,798	7.7%	8.0%	-3.48%	-3.48%	25.36%	-0.39%	0.54%
<i>MSCI EAFE - 50% Hedged</i>				-2.80%	-2.80%	26.98%	-1.27%	-2.14%
<i>Small Cap - Value</i>								
Lazard	28,379	1.1%	1.0%	-3.00%	-3.00%	43.30%	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				-4.20%	-4.20%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>								
Vanguard	26,980	1.0%	1.0%	-7.69%	-7.69%	44.68%	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				-4.20%	-4.20%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	259,157	9.7%	10.0%	-3.86%	-3.86%	29.16%	1.02%	1.39%
<i>MSCI EAFE - 50% Hedged</i>				-2.80%	-2.80%	26.98%	-1.27%	-2.14%
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	284,053	10.7%	10.0%	1.24%	1.24%	2.42%	7.77%	8.10%
<i>Lehman Aggregate</i>				0.99%	0.99%	0.32%	6.35%	6.95%
<i>Index</i>								
Bank of ND	366,666	13.8%	15.0%	0.77%	0.77%	0.07%	7.10%	7.25%
<i>Lehman Intermediate Gov/Credit (1)</i>				0.84%	0.84%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>								
Strong	157,851	5.9%	5.0%	1.37%	1.37%	1.18%	N/A	N/A
<i>Lehman US Credit BAA</i>				1.40%	1.40%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	808,570	30.4%	30.0%	1.05%	1.05%	0.79%	7.00%	7.45%
<i>Lehman Gov/Credit</i>				1.06%	1.06%	-0.72%	6.73%	7.10%
CASH EQUIVALENTS								
Bank of ND	936,170	35.2%	35.0%	0.13%	0.13%	1.20%	1.72%	3.39%
<i>90 Day T-Bill</i>				0.12%	0.12%	0.98%	1.71%	3.30%
TOTAL INSURANCE REGULATORY TRUST	2,658,373	100.0%	100.0%	-1.20%	-1.20%	9.62%	4.68%	5.21%
<i>POLICY TARGET BENCHMARK</i>				-0.81%	-0.81%	7.45%	3.56%	4.12%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.